Manitoba

Preliminary Financial Report

Hon. Eugene Kostyra — Minister of Finance

For the Year Ended March 31, 1987

MG-5333

PROVINCE OF MANITOBA
NOTES TO THE PRELIMINARY UNAUDITED FINANCIAL STATEMENTS
For the Fiscal Year Ended March 31, 1987

The following financial statements have been prepared by the Department of Finance and have not been audited by the Provincial Auditor. These statements have been prepared using the most current data available and it is anticipated that they will remain largely unchanged when final statements are prepared for the fiscal year.

The financial results of the fiscal year have been prepared on a basis consistent with the accounting policies of the Provincial Government which are detailed in the Public Accounts. The comparative data shown for the 1985-86 fiscal year has been recast to reflect the organizational structure of Departments as established in the 1986-87 Estimates.

Total expenditures for the year were $3,945.6 million, up $76.0 million from the initial budget estimate of $3,869.6 million, while revenue was $3,385.8 million or $5.6 million higher than the initial budget estimate of $3,380.2 million.

Total budgetary requirements were $559.8 million or $70.4 million more than the initial budget estimate of $489.4 million. The net operating deficit of $310.5 million was approximately $86.9 million above the initial budget estimate of $223.6 million, reflecting lower than anticipated capital expenditures.

The estimated figures shown on the statement of expenditure include only the authority provided at the beginning of the fiscal year in the Main Estimates. Amounts authorized by Special Warrant during the fiscal year along with adjustments to Statutory Appropriations increased fiscal year authority to $4,037.9 million which resulted in the Province lapsing approximately $92.3 million of expenditure authority.

	(Millions of Dollars)
Main Estimates	$3,869.6
Special Warrants	94.5
	3,964.1
Increase in Statutory Appropriations	73.8
Total Fiscal Year Authority	4,037.9
Total Actual Expenditures	3,945.6
Total Expenditure Authority Lapsed	$ 92.3

Supplementary funds were approved by Special Warrant to meet cost increases related to the hospital, personal care home and medical programs funded through the Manitoba Health Services Commission ($25.8 million); Public School Support ($12.5 million); Economic Security program ($12.1 million); Community Health Services programs ($8.7 million); Flood Control and Emergency Expenditures ($3.7 million); Tax Credit payments ($3.0 million); Child and Family Services programs ($2.6 million); the Manitoba Agricultural Credit Corporation ($2.2 million); Corrections programs ($2.1 million); Grants to Municipalities in Lieu of Taxes ($1.9 million); the Hog Income Stabilization Fund ($1.7 million); and miscellaneous departmental requirements.

Approximately 8% or $7.6 million of this additional authority was offset by increased revenue recoveries through cost-sharing arrangements.

PROVINCE OF MANITOBA
STATEMENT OF DIRECT AND GUARANTEED DEBT
AS AT MARCH 31, 1987
(with figures shown for March 31, 1986)
(UNAUDITED)

	1987	1986	NET INCREASE (DECREASE)
		(Thousands of Dollars)	
DIRECT DEBT:			
Gross Direct Debt	$7,652,649	$6,493,228	$1,159,421
Less:			
Sinking Funds - Cash and Investments	1,054,855	871,725	183,130
Net Direct Debt	$6,597,794	$5,621,503	$ 976,291
GUARANTEED DEBT:			
Gross Guaranteed Debt	$1,837,264	$1,943,349	$ (106,085)
Less:			
Sinking Funds - Cash and Investments	272,587	262,320	10,267
Net Guaranteed Debt	$1,564,677	$1,681,029	$ (116,352)
Total Direct and Guaranteed Debt - Net of Sinking Funds	$8,162,471	$7,302,532	$ 859,939
PURPOSE OF DEBT			
Crown Corporations, Agencies, Boards and Commissions	$4,815,457	$4,447,690	$ 367,767
Other Purposes	216,555	227,307	(10,752)
	$5,032,012	$4,674,997	$ 357,015
Less:			
Sinking Funds - Cash and Investments	404,350	377,147	27,203
	$4,627,662	$4,297,850	$ 329,812
General Government Programs	$4,457,901	$3,761,580	$ 696,321
Less:			
Sinking Funds - Cash and Investments	923,092	756,898	166,194
	$3,534,809	$3,004,682	$ 530,127
PER CAPITA DEBT INFORMATION			
Crown Corporations, Agencies, Boards and Commissions (Net)	$4,291	$4,018	$273
General Government Programs (Net)	3,277	2,809	468
	$7,568	$6,827	$741

NOTE: Per capita data is based upon population figures at June 1, 1986 and June 1, 1985 as reported by Statistics Canada.

PROVINCE OF MANITOBA
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1987
(with comparative figures for March 31, 1986)
(UNAUDITED)

1985-86	1986-87	NET INCREASE (DECREASE)		1986 - 1987 ACTUAL	1986 - 1987 ESTIMATED	1986 - 1987 VARIANCE
(Thousands of Dollars)				(Thousands of Dollars)		
3,644,888	3,945,577	300,689	Total Current and Capital Expenditures - Schedule I	3,945,577	3,869,607	75,970
3,116,617	3,385,783	269,166	Less: Total Revenue - Schedule II	3,385,783	3,380,206	5,577
528,271	559,794	31,523	Total Budgetary Requirements	559,794	489,401	70,393
276,655	249,281	(27,374)	Less: Gross Capital Expenditures	249,281	265,797	(16,516)
251,616	310,513	58,897	Net Operating Deficit	310,513	223,604	86,909

NOTE: Total Revenue includes Revenue Related to Capital Assets of $18.6 million and $10.4 million for the fiscal years 1985/86 and 1986/87 respectively.

SCHEDULE I

PROVINCE OF MANITOBA
STATEMENT OF EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1987
(with comparative figures for March 31, 1986)
(UNAUDITED)

1985-86	1986-87	INCREASE (DECREASE)		1986-1987 ACTUAL	1986-1987 ESTIMATED	1986-1987 VARIANCE
(Thousands of Dollars)				(Thousands of Dollars)		
9,091	10,676	1,585	Legislation	10,676	11,218	(542)
2,297	2,540	243	Executive Council	2,540	2,602	(62)
62,429	66,680	4,251	Agriculture	66,680	70,546	(3,866)
71,447	76,776	5,329	Attorney-General	76,776	74,990	1,786
17,166	17,946	780	Business Development and Tourism	17,946	18,173	(227)
46,200	51,236	5,036	Civil Service	51,236	54,492	(3,256)
169,138	185,489	16,351	Community Services	185,489	182,758	2,731
4,264	4,606	342	Consumer and Corporate Affairs	4,606	4,440	166
6,573	6,292	(281)	Co-operative Development	6,292	7,456	(1,164)
812	1,283	471	Crown Investments	1,283	615	668
20,903	20,649	(254)	Culture, Heritage and Recreation	20,649	20,653	(4)
663,059	696,240	33,181	Education	696,240	697,100	(860)
195,752	212,856	17,104	Employment Services and Economic Security	212,856	207,243	5,613
13,190	12,077	(1,113)	Energy and Mines	12,077	12,878	(861)
11,795	11,644	(151)	Environment and Workplace Safety and Health	11,644	12,321	(677)
533,729	667,275	133,546	Finance	667,275	592,587	74,688
117,480	126,807	9,327	Government Services	126,807	130,931	(4,124)
1,149,115	1,238,477	89,362	Health	1,238,477	1,209,795	28,682
194,505	196,697	2,192	Highways and Transportation	196,697	197,561	(864)
40,154	41,195	1,041	Housing	41,195	46,162	(4,967)
8,588	8,776	188	Industry, Trade and Technology	8,776	9,319	(543)
9,091	9,404	313	Labour	9,404	9,333	71
37,955	39,009	1,054	Municipal Affairs	39,009	39,002	7
85,776	82,722	(3,054)	Natural Resources	82,722	85,225	(2,503)
29,430	27,698	(1,732)	Northern Affairs	27,698	29,532	(1,834)
63,451	56,868	(6,583)	Urban Affairs	56,868	62,032	(5,164)
1,906	1,442	(464)	Emergency Interest Rate Relief	1,442	1,184	258
1,885	3,491	1,606	Flood Control and Emergency Expenditures	3,491	1,000	2,491
77,707	68,726	(8,981)	Manitoba Jobs Fund	68,726	78,459	(9,733)
3,644,888	3,945,577	300,689		3,945,577	3,869,607	75,970

PROVINCE OF MANITOBA
STATEMENT OF REVENUE
FOR THE YEAR ENDED MARCH 31, 1987
(with comparative figures for March 31, 1986)
(UNAUDITED)

SCHEDULE 11

1985-86	1986-87	INCREASE (DECREASE)		1986-1987 ACTUAL	1986-1987 ESTIMATED	1986-1987 VARIANCE
(Thousands of Dollars)				(Thousands of Dollars)		
			TAXATION:			
			Consumer and Corporate Affairs			
16,678	19,424	2,746	- Insurance Corporations Tax	19,424	17,200	2,224
			Finance			
			- Canada-Manitoba Income Tax Collection Agreement			
126,539	119,358	(7,181)	- Corporation Income Tax	119,358	146,500	(27,142)
649,699	760,144	110,445	- Individual Income Tax	760,144	719,700	40,444
29,628	40,571	10,943	- Corporation Capital Tax	40,571	41,100	(529)
114,631	115,730	1,099	- Gasoline Tax	115,730	115,000	730
118,850	126,578	7,728	- Levy for Health and Education	126,578	123,500	3,078
13,739	48,106	34,367	- Mining Tax	48,106	35,600	12,506
49,580	56,956	7,376	- Motive Fuel Tax	56,956	60,600	(3,644)
14,293	7,249	(7,044)	- Oil and Natural Gas Tax	7,249	7,000	249
5,272	5,080	(192)	- Pari Mutuel Tax	5,080	5,000	80
436,791	463,028	26,237	- Retail Sales Tax	463,028	465,000	(1,972)
34,161	32,642	(1,519)	- Revenue Act, 1964, Part I	32,642	34,500	(1,858)
77,701	91,660	13,959	- Tobacco Tax	91,660	97,500	(5,840)
16,508	13,408	(3,100)	- Reciprocal Taxation	13,408	18,100	(4,692)
155	176	21	- Other Taxes	176	155	21
1,704,225	1,900,110	195,885		1,900,110	1,886,455	13,655
			OTHER REVENUE:			
7,058	8,523	1,465	Agriculture	8,523	7,909	614
26,862	30,882	4,020	Attorney-General	30,882	26,089	4,793
139,424	141,862	2,438	Liquor Control Commission	141,862	145,000	(3,138)
3,158	4,309	1,151	Community Services	4,309	3,820	489
3,403	3,984	581	Consumer and Corporate Affairs	3,984	3,259	725
7,963	9,301	1,338	Education	9,301	8,562	739
10,883	5,160	(5,723)	Energy and Mines	5,160	5,090	70
7,682	2,241	(5,441)	Finance	2,241	1,425	816
38,240	40,832	2,592	Highways and Transportation	40,832	38,866	1,966
29,374	45,348	15,974	Natural Resources	45,348	44,069	1,279
24,487	26,979	2,492	Other	26,979	26,137	842
298,534	319,421	20,887		319,421	310,226	9,195

1985-86	1986-87	INCREASE (DECREASE)		1986-1987 ACTUAL	1986-1987 ESTIMATED	1986-1987 VARIANCE
(Thousands of Dollars)				(Thousands of Dollars)		
			GOVERNMENT OF CANADA:			
56,037	63,763	7,726	Community Services	63,763	58,140	5,623
28,069	28,064	(5)	Education	28,064	29,024	(960)
100,847	103,189	2,342	Employment Services and Economic Security	103,189	103,667	(478)
7,038	7,442	404	Northern Affairs	7,442	7,995	(553)
20,541	24,655	4,114	Other	24,655	22,669	1,986
			Finance:			
470,253	508,359	38,106	- Equalization	508,359	510,800	(2,441)
410,134	418,209	8,075	- Established Programs Cash Transfer	418,209	434,000	(15,791)
2,193	2,193	-	- Government of Canada Subsidy	2,193	2,200	(7)
104	8	(96)	- Share of Federal Oil Export Tax	8	300	(292)
1,095,216	1,155,882	60,666		1,155,882	1,168,795	(12,913)
3,097,975	3,375,413	277,438	TOTAL CURRENT OPERATING PROGRAMS	3,375,413	3,365,476	9,937
			REVENUE RELATED TO CAPITAL:			
			Other Revenue:			
2,835	2,230	(605)	Highways and Transportation	2,230	1,625	605
483	566	83	Natural Resources	566	600	(34)
2,274	1,691	(583)	Urban Affairs	1,691	2,041	(350)
-	-	-	Other	-	1,000	(1,000)
1,798	926	(872)	Sale of Government Assets	926	1,500	(574)
7,390	5,413	(1,977)		5,413	6,766	(1,353)
			Government of Canada:			
1,574	2,071	497	Business Development and Tourism	2,071	2,121	(50)
557	-	(557)	Education	-	-	-
2,497	287	(2,210)	Natural Resources	287	346	(59)
2,999	451	(2,548)	Northern Affairs	451	990	(539)
2,299	1,657	(642)	Urban Affairs	1,657	2,010	(353)
1,326	491	(835)	Other	491	2,497	(2,006)
11,252	4,957	(6,295)		4,957	7,964	(3,007)
18,642	10,370	(8,272)	TOTAL REVENUE RELATED TO CAPITAL	10,370	14,730	(4,360)
3,116,617	3,385,783	269,166		3,385,783	3,380,206	5,577